File No. 229(E)

19 31.

Collection No.

Mysore Residency

Bangalore.

(13)

Pros. Serial Nos. 1-19

Subject.

Instructions from the Central Board of Revenue regarding exemption from Incometax and Supertax.

Exemption from incometax and supertax on gratuities paid to retrenched Government servants.

Previous References.	Later References.

S. 97.—(Blue).

MFP.—168S&P—(M-184)—11-8-34—60,000.

FILE No. 227(E) 1931.

Section. File No.

Heading. Serial No.

NOTES.

DEPT. BRANCH.

Pros. 19 Nos.

Subject.

Instructions from the Central Board of Revenue regarding exemption from Incometax and Supertax. Exemption from incometax and supertax on gratuities paid to retrenched Government servants.

Notes and Orders.

S. i.

SGPI—FP—379DCFMis.—4-12-24—2,00,000.

Sl.~~3~~

Endt. No.41/R.Dis.No.623-I.T./31, dated the 26th December, 1931, from the Govt. of India, Finance Department (Central Revenues).

Sl.4.

Endt. No.F.21E/32, dated the 16th January, 1932, from the Govt. of India, For. & Pol. Department.

P.U.C. I and enclosure to P.U.C. II ~~relate to one subject~~ are identical.

Draft endt. submitted.

P.Narainsami
22.1.32

sl.5.

Issued No.865, dated the 3rd February, 1932.

S.6.

Endt. No.F.21-E/32, dated the 17th February, 1932, from the Government of India, For. & Pol. Department.

---

(2) (P) (S)

Please see sls. 4, 4/a and 5.

Draft endt. submitted.

T.Narainsami
1.3.32

S.N. 7

Issued No. 1800, dated 10th March 1932.

S.N.8. Endorsement Circular No.10 of 1932/R.Dis.395(i)-I.T./32, dated the 7th May, 1932, from the Secretary, Central Board of Revenue.

Draft endorsement submitted.

P. Rajaramaiah
26.5.32.

S.N.9 Issued No.3710 dated 2nd June, 1932.

S.N.10
P.U.C.

Endorsement No.F.21-E/32, dated the 11th June, 1932, from the Government of India, Foreign and Political Department.

The Corrections have been Carried out in pp.3 & 4

Draft endorsement is submitted for approval.

V. D. Vedachalam
16.6.32.

Supdt.

16.6.32

Notification No.28, dated the 14th May, 1932, ~~by~~ of ~~the Joint Secretary to~~ the Government of India, Finance Department (Central Revenues).

p.U.C.

A copy of the above Notification has already been sent to the Assistant Commissioner of Income-tax - vide S.N.11.

(W)

May be filed.

K A Nayyar
21-6-32

25/6

Supdt.

S.N.12

Endorsement Circular No.15 of 1932 dated the R.Dis.No.441(i)-I.T./32, 9th June, 1932, from the Secretary, Central Board of Revenue.

Draft endorsement submitted for approval.

27-6-32

Supdt.

S.N.13 Issued No, 4272 dated the 29th June,1932.

S.N.14

Letter R.Dis.No.441-I.T/32, dated the 12th July, 1932, from the Joint Secretary to the Government of India, Finance Department, Central Revenues.

(V) (W)

Please see S.Ns.12 and 13 also.

Draft submitted.

S.N.15

Issued No.5310, dated the 10th August, 1932.

S.N.16.
p.u.c.

Endorsement No.D.3178-E/32, dated the 6th August, 1932 from the Government of India, Foreign and Political Department.

(W) + (R)

Action has already been taken on a copy of the enclosure to p.u.c. received from the Finance Department (Central Revenues) - vide S.N.14 and 15.

P.u.c. may be filed.

S. N. 17
p.u.c.

Endorsement D.Dis.No.1082-I.T./32, dated the 16th January, 1933, from the Government of India, Finance Department (Central Revenues) New Delni.

A copy of the p.u.c. and enclosure may be forwarded to the local officers.

Draft submitted.

10-2-33

11/2

Issued No.1129, dated 14-2-33.

S. N. 19
p.u.c.

Endorsement No.D.423-E/33, dated the 14th February, 1933, from the Government of India, Foreign and Political Department.

(M) (N)

Action has already been taken on the enclosures to p.u.c. - vide S.N.17 & 18.

P.U.C. may be filed.

7.3.33

8/3.

CORRESPONDENCE.

D.O.No.22.209-I.T./31.

CENTRAL BOARD OF REVENUE.

Simla, the 13th May 1931.

From

C. P. Shah, Esquire, I.C.S.,
Secretary, Central Board of Revenue,

To

The Commissioner of Income-tax,
Lucknow.

Sir,

Exemption from income-tax and super-tax - Army in India Reserve of Officers - Retaining fee paid to.

Your letter No.3073/11-13/31, dated the 13th March 1931.

In reply to your letter quoted above, I am directed to say that it has been ascertained that the retaining fee of Rs.250/- per annum drawn by officers of the Army in India Reserve officers included a sum of Rs.50/- only for the maintenance of the prescribed uniform and equipment. The sum of Rs.50/- is, therefore, exempt from the payment of income-tax and the balance of Rs.100/- should be charged to income-tax.

I have the honour to be,

Sir,

Your most obedient servant,

S. P. Shah,
Secretary, Central Board of Revenue.

Copy forwarded to other Commissioners of Income-tax.

By order, etc.,

13-5-31

for Secretary, Central Board of Revenue.

OFFICE OF THE COMMISSIONER OF INCOME-TAX, LUCKNOW.
Regd No: 5033
File No: 729E/31

No. 4016 5th June 1931

Copy forwarded to the Assistant Commr. of Income-tax, C & M Station, Bangalore.

O/C 4/23/5/31

For Secretary to the Resident
&
Commissioner of Income-tax.

A.S.

C.V.R.
20.5.31

Rs 45/8
D 1/6

L.Dis.No.434-I.T./31,

CENTRAL BOARD OF REVENUE.

Simla, the 8th July 1931.

From

Rai Bahadur Pandit Ram Nath, B.A.,
Offg. Secretary, Central Board of Revenue,

To

The Commissioner of Income-tax,
Bihar & Orissa.

Sir,

Exemption from income-tax and super-tax - Gratuities - Army Instructions No.101 - Notification regarding - Your letter No. A-3/20, dated 2nd July 1931.

In reply to your letter quoted above, I am directed to say that Notification No.16 had to be cancelled as being a Notification under Section 60 of the Income-tax Act, 1922, it should have been signed by the Joint Secretary, Finance Department (Central Revenues) instead of by the Secretary, Central Board of Revenue. Copies of this Notification were not therefore supplied to you.

I have the honour to be,

Sir,

Your most obedient servant,

Sd/- Ram Nath.

Offg. Secretary, Central Board of Revenue.

May be filed

CWR 23.7.31

A.J. 24-7-31

Copy forwarded to all other Commissioners of Income-tax, for information.

By order, etc.,

M.C. Khanna

for Offg. Secretary, Central Board of Revenue.

OFFICE OF THE B 6,892. BRS.10/7, 229 F/31

3.

OFFICE OF THE RESIDENT IN MYSORE.
BANGALORE.
12 JAN. 1932
Regd. No. 3714
In No. 129 F/31

FINANCE DEPARTMENT (CENTRAL REVENUES).

NOTIFICATION.

INCOME-TAX.

New Delhi, the 26th December 1931.

No. 41.—In exercise of the power conferred by section 60 of the Indian Income-tax Act, 1922 (XI of 1922), the Governor General in Council is pleased to exempt the classes of persons specified in the Schedule hereto—

(*a*) from the operation of section 7 or section 8, as the case may be, of the Indian Finance (Supplementary and Extending) Act, 1931, in respect of income of the year 1931-32 chargeable under the head "Salaries"; and

(*b*) from the operation of section 7 or section 9, as the case may be, of the Indian Finance (Supplementary and Extending) Act, 1931, in respect of income of the year 1932-33 chargeable under the head "Salaries".

SCHEDULE.

Classes of persons exempted.

1. All persons in the service of the Crown in India (including persons for the time being on foreign service as defined in the Civil Service Regulations or the Fundamental Rules as the case may be) vide F.N. 10(a) or holding any office the emoluments of which are defrayed from the revenues of India, whose income of the year 1931-32 or the year 1932-33, as the case may be, chargeable under the head "Salaries" is reduced—

(*a*) under the operation of any law, rule, direction or order enacted or made for the purpose of effecting a temporary reduction of pay as an incident in the measures undertaken to meet the existing financial emergency, or

(*b*) as the result of a voluntary surrender made with a like intent and accepted by the appropriate authority.

2. All servants of an eligible Railway Company, as defined in the Explanation hereto attached, whose income of the year 1931-32 or the year 1932-33, as the case may be, chargeable under the head "Salaries" is reduced—

(*a*) under the operation of any order of the Railway Company effecting a temporary reduction of pay as an incident in the measures undertaken to meet the existing financial emergency, or

(*b*) as the result of a voluntary surrender made with a like intent and accepted by the Railway Company.

Explanation.—The expression "eligible Railway Company" means a Railway Company which has satisfied the Governor General in Council that it will pay to the Governor General in Council a sum equal to the amount of the new or additional income-tax and super-tax which would have been payable by its servants under the operation of the aforesaid sections of the Indian Finance (Supplementary and Extending) Act, 1931, if the exemption herein contained had not been granted by the Governor General in Council.

A. TOTTENHAM,
Joint Secy. to the Govt. of India.

No. 41/R. Dis. No. 623-I. T./31.

Copy forwarded to all local Governments and Administrations.

Copy also forwarded to the High Commissioner for India; the several Departments of the Government of India; the Financial Commissioner, Railways; the Financial Advisers, Military Finance and Posts and Telegraphs; the Military and Private Secretaries to His Excellency the Viceroy; the Auditor General; the Controller of Civil Accounts; the Controller of Railway Accounts; the Controller and the Deputy Controllers of the Currency; the Mint and Assay Masters; and the Master, Security Printing.

Copy also forwarded to all Accountants General; the Director of Railway Audit; and the Comptroller, Assam; to all Railway Audit Officers under the control of the Director of Railway Audit; to the Chief Accounts Officer, East Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow; the Directors of Army and Commercial Audit; the Examiner of Customs Accounts; and all other Audit Officers.

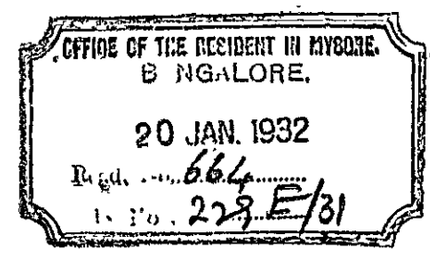
Copy also forwarded to all heads of departments subordinate to the Central Board of Revenue.

Copy also forwarded to all Chambers of Commerce.

By order, etc.,
M. C. Idhamma
5.1.32.
for *Joint Secretary to the Govt. of India.*

GIPD—703FD(CR)—29-12-31—3,045.

4



No.F.21-E/32.

A copy of the undermentioned paper is forwarded to

the Hon'ble the Resident at Hyderabad,
the " " " in Mysore,
" " " Agent to the Governor-General in Central India,
the Hon'ble the Agent to the Governor-General in Rajputana,
the Hon'ble the Political Resident in the Persian Gulf,
the Hon'ble the Agent to the Governor-General in the States of Western India,
the Hon'ble the Agent to the Governor-General, Punjab States,
His Majesty's Consul-General and Agent of the Government of India in Khorasan,
His Majesty's Consul for Sistan and Kain,
the Resident at Baroda,
the British Envoy at the Court of Nepal,
the Resident in Kashmir;
the Resident at Gwalior,
the Military Adviser in Chief, Indian States Forces,
the Political Officer in Sikkim,
His Majesty's Consul-General, Kashgar,
the Agent to the Governor-General, Madras States,
the Counsellor, British Legation, Kabul,

for information.

By order, etc.,

Assistant Secretary to the Government of India.

Foreign and Political Department,

New Delhi;

The 16th January 1932.

Notification of the Government of India, Finance Department (Central Revenues) No.41, dated the 26th December 1931

(With spare copies).

File No. 224 1931.

4/2

FINANCE DEPARTMENT (CENTRAL REVENUES).

NOTIFICATION.

INCOME-TAX.

New Delhi, the 26th December 1931.

No. 41.—In exercise of the power conferred by section 60 of the Indian Income-tax Act, 1922 (XI of 1922), the Governor General in Council is pleased to exempt the classes of persons specified in the Schedule hereto—

(*a*) from the operation of section 7 or section 8, as the case may be, of the Indian Finance (Supplementary and Extending) Act, 1931, in respect of income of the year 1931-32 chargeable under the head "Salaries"; and

Vide S. 6 a

(*b*) from the operation of section 7 or section 9, as the case may be, of the Indian Finance (Supplementary and Extending) Act, 1931, in respect of income of the year 1932-33 chargeable under the head "Salaries".

—do—

SCHEDULE.

Classes of persons exempted.

1. All persons in the service of the Crown in India or holding any office the emoluments of which are defrayed from the revenues of India, whose income of the year 1931-32 or the year 1932-33, as the case may be, chargeable under the head "Salaries" is reduced—

1 (including persons for the time being on foreign service as defined in the Civil Service Regulations or the Fundamental Rules as the case may be) Vide S.N. 10(6)

(*a*) under the operation of any law, rule, direction or order enacted or made for the purpose of effecting a temporary reduction of pay as an incident in the measures undertaken to meet the existing financial emergency, or

(*b*) as the result of a voluntary surrender made with a like intent and accepted by the appropriate authority.

2. All servants of an eligible Railway Company, as defined in the Explanation hereto attached, whose income of the year 1931-32 or the year 1932-33, as the case may be, chargeable under the head "Salaries" is reduced—

(*a*) under the operation of any order of the Railway Company effecting a temporary reduction of pay as an incident in the measures undertaken to meet the existing financial emergency, or

(*b*) as the result of a voluntary surrender made with a like intent and accepted by the Railway Company.

Explanation.—The expression "eligible Railway Company" means a Railway Company which has satisfied the Governor General in Council that it will pay to the Governor General in Council a sum equal to the amount of the new or additional income-tax and super-tax which would have been payable by its servants under the operation of the aforesaid sections of the Indian Finance (Supplementary and Extending) Act, 1931, if the exemption herein contained had not been granted by the Governor General in Council.

A. TOTTENHAM,
Joint Secy. to the Govt. of India.

No. 41/R. Dis. No. 623-I. T./31.

Copy forwarded to all local Governments and Administrations.

Copy also forwarded to the High Commissioner for India; the several Departments of the Government of India; the Financial Commissioner, Railways; the Financial Advisers, Military Finance and Posts and Telegraphs; the Military and Private Secretaries to His Excellency the Viceroy; the Auditor General; the Controller of Civil Accounts; the Controller of Railway Accounts; the Controller and the Deputy Controllers of the Currency; the Mint and Assay Masters; and the Master, Security Printing.

Copy also forwarded to all Accountants General; the Director of Railway Audit; and the Comptroller, Assam; to all Railway Audit Officers under the control of the Director of Railway Audit; to the Chief Accounts Officer, East Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow; the Directors of Army and Commercial Audit; the Examiner of Customs Accounts; and all other Audit Officers.

Copy also forwarded to all heads of departments subordinate to the Central Board of Revenue.

Copy also forwarded to all Chambers of Commerce.

By order, etc.,

M. C. KHANNA,
for *Joint Secretary to the Govt. of India.*

GIPD—703FD(CR)—29-12-31—3,045.

5

DEPARTMENT. File No.

BRANCH. Serial No.

Draft Letter / Memorandum / Telegram — Endt.

Class for telegrams — Ordinary / Express / Urgent* / Priority / Clear Line† — *Only for Foreign Telegrams. †Not for Foreign Telegrams.

No. 865 Dated 3-2-1932

Enc 1.

To be issued on. Issued on

To

1st Reminder

2nd Reminder

3rd Reminder

Heading:

Case or Diary No.

If post copy of telegram required

Date of despatch of above

List of enclosures

(Code word for telegrams.)

Enc. 1

Endt. No.41/R.Dis.No.623-I.T./31, dated the 26th December, 1931, from the Govt. of India, Finance Department.

A copy of the marginally noted endt., with enclosure, is forwarded to the Assistant Commissioner of I.T. Civil and Military Station, Bangalore for information.

for Secy. to the Resident
and
Commr. of Income-tax.

N Narasimami
22.1.32

S. 5.

MGIPC—S1—768(Gl)DCF—(G-343)—11-7 23—50,000 Pads.

6

OFFICE OF THE RESIDENT IN MYSORE.
BANGALORE.
22 FEB. 1932
Regd. No. 1819
File No. 229 E/31

No.F.21-E/32.

A copy of the undermentioned paper is forwarded to

the Hon'ble the Resident at Hyderabad,
the Hon'ble the Resident in Mysore,
the Hon'ble the Agent to the Governor General in Central India,
the Hon'ble the Agent to the Governor General in Rajputana,
the Hon'ble the Political Resident in the Persian Gulf, Bushire,
the Hon'ble the Agent to the Governor General in the States of Western India,
the Hon'ble the Agent to the Governor General, Punjab States,
His Majesty's Consul General and Agent of the Government of India in Khorasan,
His Majesty's Consul for Sistan and Kain,
the Resident at Baroda,
the British Envoy at the Court of Nepal, Kathmandu,
the Resident in Kashmir,
the Resident at Gwalior,
the Political Officer in Sikkim,
His Majesty's Consul General, Kashgar,
the Agent to the Governor General, Madras States,
the Counsellor, British Legation, Kabul,

in continuation of Foreign and Political Department endorsement No.F.21-E/32, dated the 10th January 1932.

S. 4

By order, etc.,

Assistant Secretary to the Government of India.

Foreign and Political Department,
New Delhi,
The 17th February 1932.

.....

S. 4/a

Notification of the Government of India, Finance Department (Central Revenues) No.5, dated the 16th January 1932.

(with 6 s.cs.)

6/a

FINANCE DEPARTMENT (CENTRAL REVENUES).

NOTIFICATION.

INCOME-TAX.

New Delhi, the 16th January 1932.

No. 5.—In exercise of the power conferred by section 60 of the Indian Income-tax Act, 1922 (XI of 1922), the Governor General in Council is pleased to direct that the following amendments shall be made in the Notification of the Government of India in the Finance Department (Central Revenues), No. 41, dated the 26th December 1931, namely:—

(P) S. 4/a

(1) In clause (*a*) of the said Notification for the words and figures "the year 1931-32" the words and figures "the year 1930-31 or the year 1931-32" shall be substituted, and

(2) In clause (*b*) of the said Notification for the words and figures "the year 1932-33" the words and figures "the year 1931-32 or the year 1932-33" shall be substituted.

A. TOTTENHAM,
Joint Secy. to the Govt. of India.

No. 5/R. Dis. No. 623-I. T./31.

Copy forwarded to all local Governments and Administrations.

Copy also forwarded to the High Commissioner for India; the several Departments of the Government of India; the Financial Commissioner, Railways; the Financial Advisers, Military Finance and Posts and Telegraphs; the Military and Private Secretaries to His Excellency the Viceroy; the Auditor General; the Controller of Civil Accounts; the Controller of Railway Accounts; the Controller and the Deputy Controllers of the Currency; the Mint and Assay Masters; and the Master, Security Printing.

Copy also forwarded to all Accountants General; the Director of Railway Audit; and the Comptroller, Assam; to all Railway Audit Officers under the control of the Director of Railway Audit; to the Chief Accounts Officer, East Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow; the Directors of Army and Commercial Audit; the Examiner of Customs Accounts; and all other Audit Officers.

Copy also forwarded to all heads of departments subordinate to the Central Board of Revenue.

Copy also forwarded to all Chambers of Commerce.

By order, etc.,

M. C. KHANNA,
for *Joint Secretary to the Govt. of India.*

GIPD—733FD(CR)—25-1-32—2,405.

Encl. F.

No. 1800 dt 10-3-1932

Enc. 2.

P.U.C. (S. 6)

No.F.21-E/32, dated the 17th February, 1932, from the Govt. of India, For. & Pol. Department.

sl.5.

A copy of the marginally noted endt. with enclosure, is forwarded to the Assistant Commissioner of Income-tax, Civil and Military Station, Bangalore, in continuation of endt. from this office No.865, dated the 3rd February, 1932.

for Secy. to the Resident
and
Commr. of Income-tax.

T. Narainoam
1.3.32

D.O.No.DIS.No.395-I.T./32. 8

CENTRAL BOARD OF REVENUE.
Simla, the 7th May, 1932.

My dear Pearce,

EXEMPTION FROM INCOME-TAX AND SUPER-TAX - RENT-FREE QUARTERS - GOVERNMENT HOUSE. OCCUPIED BY THE PRIVATE SECRETARY AND OTHER MEMBERS OF THE GOVERNORS STAFF, PUNJAB.

Your D.O. No.58-1/1932, dated 28.4.32.

The principle already approved, but not apparently communicated to all Commissioners of Income-tax, is that members of the staff of a Provincial Governor who occupy rent-free quarters in Government House itself should not be taxed on the rental value of those quarters (which it is practically impossible to ascertain), but that members of the staff who occupy rent-free quarters standing separate from Government House (though in the same compound) should be taxed on the rental value of such quarters.

Yours sincerely,

Sd. A. Tottenham.
7.5.32.

J.Pearce, Esq.,
Commissioner of Income-tax,
Punjab, N.W.F. & Delhi Provinces.

Circular No. 10 of 1932.
ENDST. R.DIS.395(I1)-I.T./32.

Copy forwarded to all Commissioners of Income-tax.

By order, etc.,

7.5.32.
SECRETARY, CENTRAL BOARD OF REVENUE.

OFFICE OF THE RESIDENT IN MYSORE,
BANGALORE.
13 MAY 1932
Regd. No. 4462
No. 229/E/31

M.A.

[R.O. 166 (a).]

229E/31.

All communications should be addressed to the Secretary to the Resident in Mysore, Bangalore, by designation and not by name.

OFFICE OF THE RESIDENT IN MYSORE,

Bangalore, 2nd June 1932.

No. 3710 Enclos. 1

Endorsement

A copy of the marginally* noted ~~letter~~, with enclosure, is forwarded to the Assistant Commissioner of Income-tax, Civil and Military Station, Bangalore, for information.

S.N.P.
P.U.C.

*No. Circular No. 10 of 32
R.Dis.395(i)-I.T/32,
dated the 7th May, 1932,

from the Secretary,
Central Board of Revenue.

for Secretary to the Resident.

22—10-4-1931—5,000—RPB.

Typed S. Rayaramaiyah 26/5/32
Mrs
1.6.32

a 576

OFFICE OF THE [illegible]
15 JUNE 1932
Regd. no. 5404
Pol. No. 2282 | 31

No. F.21-E/32.

A copy of the undermentioned paper is forwarded to

the Hon'ble the Resident at Hyderabad,
the Hon'ble the Resident in Mysore,
the Hon'ble the Agent to the Governor General in Central India,
the Hon'ble the Agent to the Governor General in Rajputana,
the Hon'ble the Political Resident in the Persian Gulf,
the Hon'ble the Agent to the Governor General in the States of Western India,
the Hon'ble the Agent to the Governor General, Punjab States,
His Majesty's Consul General and Agent of the Government of India in Khorasan,
His Majesty's Consul for Sistan and Kain,
The Resident at Baroda,
the British Envoy at the Court of Nepal,
the Resident in Kashmir,
the Resident at Gwalior,
the Political Officer in Sikkim,
His Majesty's Consul General, Kashgar,
the Agent to the Governor General, Madras States,
the Counsellor, British Legation, Kabul,
the Chief Commissioner, Aden,

s.26.6 (1)

in continuation of this Department endorsement No.F.21-E/32, dated the 17th February 1932 (for information).

By order, etc.,

( ) to C.C. Aden only.

[signature]

Under Secretary to the Government of India.

Foreign and Political Department.

Simla;

The 11th June 1932.

Government of India, Finance Department, (Central Revenues) notification, No. 28, dated the 14th May 1932.

(With 6 spare copies)

[signature]

/0(a)

FINANCE DEPARTMENT (CENTRAL REVENUES).

NOTIFICATION.

INCOME-TAX.

Simla, the 14th May 1932.

No. 28.—In exercise of the powers conferred by section 60 of the Indian Income-tax Act, 1922 (XI of 1922), the Governor General in Council is pleased to direct that the following further amendment shall be made in the notification of the Government of India in the Finance Department (Central Revenues), No. 41, dated the 26th December 1931, namely :—

S.N.3 (W)

In paragraph 1 of the schedule to the said notification after the words " the Crown in India " the brackets and words " (including persons for the time being on foreign service as defined in the Civil Service Regulations or the Fundamental Rules as the case may be) " shall be inserted.

A. TOTTENHAM,
Joint Secy. to the Govt. of India.

C. No. 28|209-I. T.|32.

Copy forwarded to all local Governments and Administrations.

Copy also forwarded to the High Commissioner for India ; the several Departments of the Government of India ; the Financial Commissioner, Railways ; the Financial Advisers, Military Finance and Posts and Telegraphs ; the Military and Private Secretaries to His Excellency the Viceroy ; the Auditor General ; the Controller of Civil Accounts ; the Controller of Railway Accounts ; the Controller and Deputy Controllers of the Currency ; the Mint and Assay Masters ; and the Master, Security Printing.

Copy also forwarded to all Accountants General ; the Director of Railway Audit ; and the Comptroller, Assam ; to all Railway Audit Officers under the control of the Director of Railway Audit ; to the Chief Accounts Officer, East Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow ; the Directors of Army and Commercial Audit ; the Examiner of Customs Accounts ; and all other Audit Officers.

Copy also forwarded to all heads of departments subordinate to the Central Board of Revenue.

Copy also forwarded to all Chambers of Commerce.

By order, etc.,

M. C. KHANNA,
for *Joint Secy. to the Govt. of India.*

H25CBR—3,675—19-5-31—GIPS

No 4033
Ex 2

11

18th June 1932

Draft.

A copy of the marginally noted endorsement, with enclosure, is forwarded to the Collector and Assistant Commissioner of Income-tax, Civil and Military Station, Bangalore, in continuation of endorsement from this office No.1800, dated the 10th March, 1932.

S.N.10

Endorsement No.F.21-E/32, dated the 11th June, 1932, from the Government of India, Foreign and Political Department.

S.N.7.

for SECRETARY TO THE RESIDENT
and
COMMISSIONER OF INCOME-TAX

V. D. Sadasivalam
16.6.32

16.6.32

Read on 17.6.32
Office
T.6.32

FINANCE DEPARTMENT (CENTRAL REVENUES).

NOTIFICATION.

INCOME-TAX.

Simla, the 14th May 1932.

No. 28.—In exercise of the powers conferred by section 60 of the Indian Income-tax Act, 1922 (XI of 1922), the Governor General in Council is pleased to direct that the following further amendment shall be made in the notification of the Government of India in the Finance Department (Central Revenues), No. 41, dated the 26th December 1931, namely :—

In paragraph 1 of the schedule to the said notification after the words " the Crown in India " the brackets and words " (including persons for the time being on foreign service as defined in the Civil Service Regulations or the Fundamental Rules as the case may be) " shall be inserted.

A. TOTTENHAM,
Joint Secy. to the Govt. of India.

OFFICE OF THE ... MYSORE.
30 MAY 1932
I 4920
22 E 1 3

No. 28|209-I. T.|32.

Copy forwarded to all local Governments and Administrations.

Copy also forwarded to the High Commissioner for India ; the several Departments of the Government of India ; the Financial Commissioner, Railways ; the Financial Advisers, Military Finance and Posts and Telegraphs ; the Military and Private Secretaries to His Excellency the Viceroy ; the Auditor General ; the Controller of Civil Accounts ; the Controller of Railway Accounts ; the Controller and Deputy Controllers of the Currency ; the Mint and Assay Masters ; and the Master, Security Printing.

Copy also forwarded to all Accountants General ; the Director of Railway Audit ; and the Comptroller, Assam ; to all Railway Audit Officers under the control of the Director of Railway Audit ; to the Chief Accounts Officer, East Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow ; the Directors of Army and Commercial Audit ; the Examiner of Customs Accounts ; and all other Audit Officers.

Copy also forwarded to all heads of departments subordinate to the Central Board of Revenue.

Copy also forwarded to all Chambers of Commerce.

By order, etc.,

M. C. Khanna
23.5.32
for *Joint Secy. to the Govt. of India.*

125CBR—3,675—19-5-31—GIPS

D.O.R.DIS.NO.441-I.T./32. 12

02
1416

CENTRAL BOARD OF REVENUE.
Simla, the 9th June, 1932.

My dear Johnston,

EXEMPTION FROM INCOME-TAX AND SUPER-TAX - SPECIAL GRATUITY PAID TO THE RETRENCHED GOVERNMENT SERVANTS.

Strong's D.O.No.1687-C.T., dated 6.5.32.

The Government of India consider that Gratuities granted to officers or others whose services have been dispensed with as the result of a retrenchment campaign, to compensate them for loss of employment are not liable to income-tax or super-tax. Such payments are on the same footing as that to which the recent decision of the Privy Council in the Shaw Wallace case related.

Yours sincerely,
Sd. A.Tottenham.
9.6.32.

To

W.Johnston, Esq., I.C.S.,
Commissioner of Income-tax, Bengal.

Circular No.15 of 1932.
Endst. D.Dis.No.441(1)-I.T./32.

Copy forwarded to all Commissioners of Income-tax (except Bengal).

By order, etc.,
9.6.32,
Secretary, Central Board of Revenue.

OFFICE OF THE RESIDENT IN MYSORE.
BANGALORE.
14 JUNE 1932
Regd. No. 5373
File. No. 229-E-31

M.A.

[R.O. 166 (a).]

All communications should be addressed to the Secretary to the Resident in Mysore, Bangalore, by designation and not by name.

OFFICE OF THE RESIDENT IN MYSORE,

Bangalore, 28th June, 1932.

No. 4272 Enclos. 1

A copy of the marginally* noted paper with enclosure, is forwarded to the Collector and Assistant Commissioner of Income-tax, Civil and Military Station, Bangalore.

*Circular No. 15 of 1932, Endst. R. Dis. No. 441(1)-I.T. 32, dated the 9th June, 1932, from the Secretary, Central Board of Revenue.

for Secretary to the Resident.

Comm^r of I.T.

23—10-4-1931—5,000—RPB.

7.6.

OFFICE OF THE RESIDENT IN ...
BANGALORE,
1932
Regd. No. 6880
File. No.

R. Dis. No. 441-I.-T./32.

GOVERNMENT OF INDIA.

FINANCE DEPARTMENT (CENTRAL REVENUES).

Simla, the 12th July 1932.

FROM

A. H. LLOYD, ESQUIRE, C.I.E., I.C.S.,

Joint Secretary to the Government of India,

To

ALL LOCAL GOVERNMENTS AND ADMINISTRATIONS.

Exemption from income-tax and super-tax—Retrenched Government servants—Gratuities paid to ——.

SIR,

I am directed to say that the Government of India have decided that gratuities or other compensation granted to Government servants on discharge or retirement as a result of the retrenchment campaign to compensate them for loss of employment or prospects are not liable to income-tax or super-tax. No tax should therefore be deducted when such payments are made. The Commissioners of Income-tax are being requested to instruct the Income-tax Officers to refund, even without application by the person concerned, any tax already charged directly or by deduction at source on these gratuities or compensation whether in 1931-32 or in 1932-33 and also that if any deduction has been made in the current financial year and the officer concerned has finally left India (though he may be technically on leave), the refund should be made at once without waiting for the end of the financial year.

I have the honour to be,

SIR,

Your most obedient servant,

(Sd.) A. H. LLOYD,

Joint Secretary to the Government of India.

Copy forwarded to the High Commissioner for India ; the several Departments of the Government of India ; the Financial Commissioner, Railways ; the Financial Advisers, Military Finance and Posts and Telegraphs ; the Military and Private Secretaries to His Excellency the Viceroy ; the Auditor General ; the Controller of Civil Accounts ; the Controller and Deputy Controllers of the Currency ; the Mint and Assay Masters ; and the Master, Security Printing.

Copy also forwarded to all Accountants General ; the Director of Railway Audit ; and the Comptroller, Assam ; to all Railway Audit Officers under the control of the Director of Railway Audit ; to the Chief Accounts Officer, East

Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow ; the Director of Army Audit ; and all other Audit Officers.

Copy also forwarded to all Commissioners* of Income-tax and other heads of Departments subordinate to the Central Board of Revenue.

By order, etc.,

26.7.32

Assistant Secretary to the Government of India.

---

*(With the request that necessary instructions may be issued to the Income-tax Officers. They are also requested to obtain from the Accountants General concerned a list of the retrenched officers, together with the amounts of gratuities paid and tax deducted, for supply to the Income-tax Officers.)

N.B. The references to refund of tax recovered on gratuities and compensations should also be read as applicable to tax recovered at too high a rate on other income of a Government servant as a result of including the gratuity or compensation in his total income.

L79CBR—3,400—22-7-32—GIPS

Draft.

No. 5310 Ee 1 Dated 10th Aug. 1932

A copy of the marginally noted letter is forwarded to the

1)Collector and District Magistrate,

2)Residency Surgeon,

3)Commissioner of Police,

4)District and Sessions Judge and Registrar of Assurrances,

5)Inspector of Schools,

6)Treasury Officer,

7)Income-tax Officer,(through the Assistant Commissioner of Income-tax)

Civil and Military Station, Bangalore,

for information (and favour of necessary action).

SECRETARY TO THE RESIDENT.

3.8.32

4/8

Letter R.Dis.No.441-I.T/32, dated the 12th July, 1932, from the Government of India, Finance Department (Central Revenues).

S.N.14 p.u.c.

( ) To No.7 only.

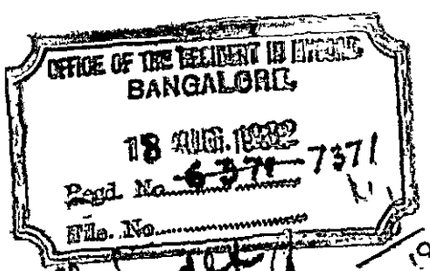
No. D.3178-E/32.

A copy of the undermentioned paper is forwarded to

the Hon'ble the Resident at Hyderabad,
the Hon'ble the Resident in Mysore,
the Hon'ble the Agent to the Governor General in Central India,
the Hon'ble the Agent to the Governor General in Rajputana,
the Hon'ble the Political Resident in the Persian Gulf, Bushire,
the Hon'ble the Agent to the Governor General in the States of Western India,
the Hon'ble the Agent to the Governor General, Punjab States,
His Majesty's Consul General and Agent of the Government of India in Khorasan,
His Majesty's Consul for Sistan and Kain,
the Resident at Baroda,
the British Envoy at the Court of Nepal,
the Resident in Kashmir,
the Resident at Gwalior;
the Military Adviser-in-Chief, Indian States Forces,
the Political Officer in Sikkim,
His Majesty's Consul General, Kashgar,
the Agent to the Governor General, Madras States,
the Counsellor, British Legation, Kabul,
the Chief Commissioner, Aden,

for information.

By order, etc.,



Under Secretary to the Government of India.

Foreign and Political Department,
Simla,
The August 1932.

Government of India, Finance Department (Central Revenues) letter R.Dis.No.441-I.T/32, dated the 12th July 1932.

(with 2 s.cs.)

R. Dis. No. 411-I.-T./32.

GOVERNMENT OF INDIA.

FINANCE DEPARTMENT (CENTRAL REVENUES).

Simla, the 12th July 1932.

FROM,

A. H. LLOYD, ESQUIRE, C.I.E., I.C.S.,

Joint Secretary to the Government of India,

To

ALL LOCAL GOVERNMENTS AND ADMINISTRATIONS.

Exemption from income-tax and super-tax—Retrenched Government servants—Gratuities paid to ——.

SIR,

I am directed to say that the Government of India have decided that gratuities or other compensation granted to Government servants on discharge or retirement as a result of the retrenchment campaign to compensate them for loss of employment or prospects are not liable to income-tax or super-tax. No tax should therefore be deducted when such payments are made. The Commissioners of Income-tax are being requested to instruct the Income-tax Officers to refund, even without application by the person concerned, any tax already charged directly or by deduction at source on these gratuities or compensation whether in 1931-32 or in 1932-33 and also that if any deduction has been made in the current financial year and the officer concerned has finally left India (though he may be technically on leave), the refund should be made at once without waiting for the end of the financial year.

I have the honour to be,

SIR,

Your most obedient servant,

(Sd.) A. H. LLOYD,

Joint Secretary to the Government of India.

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Copy also forwarded to all Accountants General ; the Director of Railway Audit ; and the Comptroller, Assam ; to all Railway Audit Officers under the control of the Director of Railway Audit ;.to the Chief Accounts Officer, East

Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow ; the Director of Army Audit ; and all other Audit Officers.

Copy also forwarded to all Commissioners* of Income-tax and other heads of Departments subordinate to the Central Board of Revenue.

By order, etc.,

(Sd.) RAM NATH,

Assistant Secretary to the Government of India.

---

*(With the request that necessary instructions may be issued to the Income-tax Officers. They are also requested to obtain from the Accountants General concerned a list of the retrenched officers, together with the amounts of gratuities paid and tax deducted, for supply to the Income-tax Officers.)

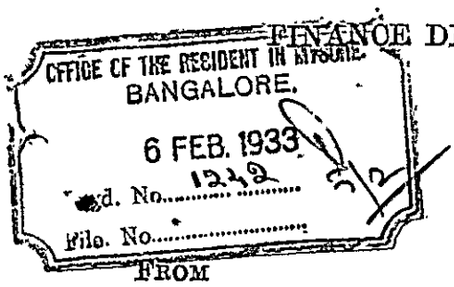
L79CBR—3,400—22-7-32—GIPS

17

D. Dis. No. 1082-I. T./32.

GOVERNMENT OF INDIA.

FINANCE DEPARTMENT (CENTRAL REVENUES).



New Delhi, the 16th January 1933.

FROM

THE HON'BLE KHAN BAHADUR J. B. VACHHA, C.I.E.,
JOINT SECRETARY TO THE GOVERNMENT OF INDIA.

To

THE COMMISSIONER OF INCOME-TAX,
CENTRAL AND UNITED PROVINCES.

Exemption from income-tax and super-tax—Gratuities granted under the Civil Service Regulations—Your letter No. 485-19/32, dated the 13th December 1932.

SIR,

In reply to your letter quoted above, I am directed to say that the Government of India are of opinion that in view of the Privy Council judgment in the Shaw Wallace case, compensation gratuities granted under the Civil Service Regulations are not liable to income-tax.

I have the honour to be,

SIR,

Your most obedient servant,

(Sd.) J. B. VACHHA,

Joint Secretary to the Government of India.

Copy of correspondence forwarded to all other Commissioners of Income-tax.

Copy forwarded to all Local Governments and Administrations and all Departments of the Government of India, Auditor General, the High Commissioner for India, the Financial Advisers, Military Finance and Posts and Telegraphs, the Military and Private Secretaries to His Excellency the Viceroy, the Controller and Deputy Controllers of the Currency, the Mint and Assay Masters; and the Master, Security Printing.

Copy also forwarded to all Accountants General, the Director of Railway Audit, and the Comptroller, Assam, to all Railway Audit Officers under the control of the Director of Railway Audit, to the Chief Accounts Officer, East Indian Railway, Calcutta, and the Deputy Chief Accounts Officer, East Indian Railway, Coaching, Lucknow; the Director of Army Audit and all other Audit Officers.

Copy also forwarded to other heads of Departments subordinate to the Central Board of Revenue.

By order, etc.,

30.1.33

Assistant Secretary to the Government of India.

S. N. 14 (W)

LETTER FROM THE COMMISSIONER OF INCOME-TAX, CENTRAL AND UNITED PROVINCES, TO THE SECRETARY, CENTRAL BOARD OF REVENUE, No. 485—19/32, DATED THE 13TH DECEMBER 1932.

Exemption from income-tax and super-tax—Retrenched Government servants—Gratuities paid to. Government of India, Finance Department (Central Revenues) letter R. Dis. No. 441-I. T./32, dated the 12th July 1932.

With reference to the above, I have the honour to say that the Accountant General, Central Provinces, has raised a question if the exemption referred to applies only to payments in lump over and above and independent of the compensation pension or gratuity admissible for retirement on compensation pension under the Civil Service Regulations, or whether the exemption applies to the compensation gratuity granted under the Civil Service Regulations also, the present occasion for retirement being, of course, the retrenchment campaign.

2. So far the present position is that gratuities covered by item Nos. 14 to 20-B, para. 17 of the Income-tax Manual are held to be exempt. I do not think that the orders quoted above apply to the compensation gratuity granted under the Civil Service Regulations in the ordinary way, unless the Governor General in Council in exercise of the powers conferred by Section 60 of the Income-tax Act, decides to exempt them specifically.

3. As the question is of all India importance, I would request that you would kindly obtain the Board's ruling in the matter and intimate the same to this office in due course.

·GIPD—825CBR—26-1-33—3,400.

18.

Draft.

No. 1129 Dated 18th Feby. 1933
Ex. 1

A copy of the marginally noted paper, with enclosure, is forwarded to the

1) Collector and District Magistrate,

2) Residency Surgeon,

3) Commissioner of Police

4) District and Sessions Judge and Registrar of Assurances,

5) Inspector of Schools,

6) Treasury Officer,

7) Income-tax Officer, (through the Assistant Commissioner of Income-tax)

Civil and Military Station, Bangalore,

for information in continuation of endorsement No.5310, dated 10-8-32 from this Residency.

for SECRETARY TO THE RESIDENT
and
COMMISSIONER OF INCOME-TAX.

17-2-33

S.N.17
P.U.C.

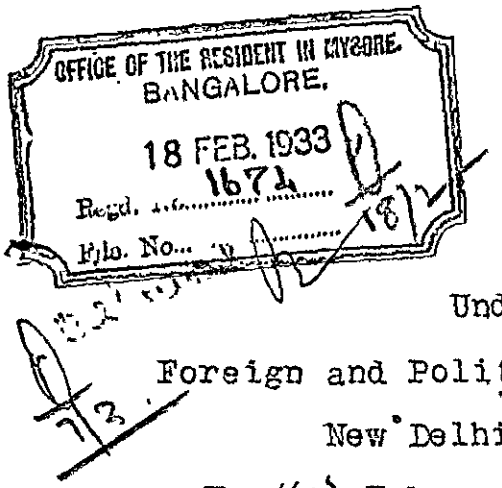
Letter D.Dis.No.1082-I.T./32, dated the 16th January, 1933, from the Government of India, Finance Department (Central Revenues)

S.N.15
(Y)

No. D 423-E/33

A copy of the undermentioned papers is forwarded to

the Hon'ble the Resident at Hyderabad.
the Hon'ble the Resident in Mysore.
the Hon'ble the Agent to the Governor-General in Central India.
the Hon'ble the Agent to the Governor-General in Rajputana.
the Hon'ble the Political Resident in the Persian Gulf, Bushire.
the Hon'ble the Agent to the Governor-General in the States of Western India.
the Hon'ble the Agent to the Governor-General, Punjab States.
His Britannic Majesty's Consul-General and Agent of the Government ofIndia in Khorasan.
His Britannic Majesty's Consul for Sistan and Kain.
the Resident at Baroda.
the British Envoy at the Court of Nepal.
the Resident in Kashmir.
the Resident at Gwalior.
the Military Adviser-in-Chief, Indian States Forces.
the Political Officer in Sikkim.
His Britannic Majesty's Consul-General, Kashgar.
the Agent to the Governor-General, Madras States.
the Counsellor, British Legation, Kabul.
the Chief Commissioner, Aden.



By order, etc.,

Under Secretary to the Government of India,
Foreign and Political Department,
New Delhi,
The 14th February 1933.

Letter from the Commissioner of Income-tax, Central and United Provinces, to the Secretary, Central Board of Revenue, No. 485- 19/32, dated the 13th December 1932.

2. Letter from the Government of India Finance Department (Central Board of Revenue), to the Commissioner of Income Tax Central and United Provinces D.Dis. No. 1082-I.T/32, dated the 16th January 1933.

(with 6 S.C)

D. Dis. No. 1082-I. T./32.

GOVERNMENT OF INDIA.

FINANCE DEPARTMENT (CENTRAL REVENUES).

New Delhi, the 16th January 1933.

FROM

THE HON'BLE KHAN BAHADUR J. B. VACHHA, C.I.E.,
JOINT SECRETARY TO THE GOVERNMENT OF INDIA.

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CENTRAL AND UNITED PROVINCES.

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(Sd.) J. B. VACHHA,

Joint Secretary to the Government of India.

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By order, etc.,

(Sd.) RAM NATH,

Assistant Secretary to the Government of India.

LETTER FROM THE COMMISSIONER OF INCOME-TAX, CENTRAL AND UNITED PROVINCES, TO THE SECRETARY, CENTRAL BOARD OF REVENUE, No. 485—19/32, DATED THE 13TH DECEMBER 1932.

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GIPD—825CBR—26-1-33—3,400.